RIAA Ex. N-110-DP - MCPS-PRS Alliance's press release of 11 October 2006

11 October 2006

## Another company agrees digital royalties deal

A further company operating in the UK digital music market has reached a settlement relating to the royalties paid to composers, songwriters and music publishers for the digital delivery of music for online and mobile use.

The three-year deal has been agreed between the MCPS-PRS Alliance representing composers, songwriters and music publishers, and another digital music service provider, Sony CONNECT.

As with the settlement between the MCPS-PRS Alliance and the British Phonographic Industry, iTunes, O2, Orange, T-Mobile and Vodafone, and the further announcement on Monday 9 October with MusicNet and Napster, composers, songwriters and music publishers will receive 8% of Gross Revenue less VAT when their music is offered in Sony CONNECT's current music service. These rates are subject to minimum royalties.

As a result, Sony will withdraw its reference to the Copyright Tribunal.

Again, both parties to the settlement welcome the agreement and are committed to working together to drive the ongoing growth of the legitimate digital music market.

The Copyright Tribunal proceedings are scheduled to continue in mid-November in respect of issues which remain unresolved between the MCPS-PRS Alliance and three other parties as well as a single issue that remains outstanding for each of the mobile network operators and iTunes.

- ENDS -

## CONTACT:

Adrian Crookes 020 7306 4230

press@mcps-prs-alliance.co.uk

## NOTE TO EDITORS:

The MCPS-PRS Alliance. MCPS and PRS are the UK collecting societies that ensure composers, songwriters and publishers are paid royalties when their music is used: from live performance to TV and radio, CDs to DVDs, downloads, streams and everything in between. Royalties create a future for music by supporting creators while they continue to write. MCPS and PRS are committed to delivering maximum royalties and world-class service. They work together in an operational alliance to get the best value for the music use of composers and songwriters everywhere. www.mcps-prs-alliance.co.uk